

LOUISIANA STATE BAR ASSOCIATION

Audit of Financial Statements

June 30, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/9/08

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Independent Auditor's Report

To the Board of Governors
Louisiana State Bar Association

We have audited the accompanying statements of financial position of the Louisiana State Bar Association (the Association) as of June 30, 2007, and the related statements of activities for the year ended June 30, 2007, and the statements of cash flows for the year ended June 30, 2007. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Association's 2006 financial statements and, in our report dated September 29, 2006, we expressed an unqualified opinion on those financial statements.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Louisiana State Bar Association as of June 30, 2007, the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The statement of activities includes certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended June 30, 2007, from which the summarized information was derived.

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In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2007, on our consideration of the Association's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

A handwritten signature in black ink, appearing to read "Robert J. Long".

A Professional Accounting Corporation

December 10, 2007

LOUISIANA STATE BAR ASSOCIATION
Statements of Financial Position
June 30, 2007
(With Comparative Totals for June 30, 2006)

	Unrestricted	Restricted	Totals 2007	Totals 2006
Assets				
Current Assets				
Cash and Cash Equivalents	\$ 296,743	\$ 926,693	\$ 1,223,436	\$ 1,565,025
Investments	3,083,938	351,413	3,435,351	3,339,518
Receivables	82,152	-	82,152	87,600
Accrued Interest Receivable	11,994	-	11,994	17,668
Prepaid Expenses	50,902	-	50,902	41,691
Total Current Assets	3,525,729	1,278,106	4,803,835	5,051,502
Property and Equipment				
Furniture and Equipment	973,331	4,063	977,394	966,296
Bar Center	1,881,646	-	1,881,646	1,881,646
	2,854,977	4,063	2,859,040	2,847,942
Less: Accumulated Depreciation	891,762	4,063	895,825	790,139
Net Property and Equipment	1,963,215	-	1,963,215	2,057,803
	\$ 5,488,944	\$ 1,278,106	\$ 6,767,050	\$ 7,109,305
Liabilities and Net Assets				
Current Liabilities				
Unearned Revenue	\$ 355,404	\$ -	\$ 355,404	\$ 789,820
Accounts Payable and Accrued Expenses	184,035	-	184,035	184,078
Total Current Liabilities	539,439	-	539,439	973,898
Other Liabilities				
Deferred Rent	157,317	-	157,317	170,867
Total Liabilities	696,756	-	696,756	1,144,765
Net Assets				
Unrestricted	4,792,188	-	4,792,188	4,728,473
Temporarily Restricted	-	1,278,106	1,278,106	1,236,067
Total Net Assets	4,792,188	1,278,106	6,070,294	5,964,540
	\$ 5,488,944	\$ 1,278,106	\$ 6,767,050	\$ 7,109,305

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE BAR ASSOCIATION
Statements of Activities
For the Year Ended June 30, 2007
(With Comparative Totals for the Year Ended June 30, 2006)

	Unrestricted	Temporarily Restricted	2007 Totals	2006 Totals
Support, Revenue, Gains and Reclassifications				
Membership Dues	\$ 1,838,665	\$ 194,688	\$ 2,033,353	\$ 1,977,592
Penalties	26,250	1,350	27,600	16,072
Seminars, Conferences and Luncheons	899,591	47,918	947,509	366,514
Royalties	364,933	-	364,933	446,668
Contributions	-	108,319	108,319	80,033
MCLE Fees	-	-	-	33,686
Annual Meetings	174,246	-	174,246	171,263
Advertising	177,491	-	177,491	187,564
Interest	125,436	43,404	168,840	154,318
Gain (Loss) on Investments, Net	251,005	-	251,005	(38,968)
Sublease Income	75,409	-	75,409	66,771
Disciplinary Assessment Processing	62,509	-	62,509	66,313
Sales of Membership Labels	34,074	-	34,074	18,298
Sales of Brochures and Books	14,473	-	14,473	-
Examination, Accreditation and Reinstatement Fees	-	8,350	8,350	5,500
Loss on Disposal of Property and Equipment	-	-	-	(1,751)
Miscellaneous Income	39,925	39,353	79,278	51,014
Net Assets Released from Restrictions	560,915	(560,915)	-	-
Reclassifications	(159,572)	159,572	-	-
Total Support, Revenue, Gains and Reclassifications	4,485,350	42,039	4,527,389	3,600,887

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE BAR ASSOCIATION
Statements of Activities (Continued)
For the Year Ended June 30, 2007
(With Comparative Totals for the Year Ended June 30, 2006)

	Unrestricted	Temporarily Restricted	2007 Totals	2006 Totals
Expenses				
For Officials, Sections, Committees, and Services				
Professional Programs	686,998	-	686,998	535,391
Seminars, Conferences and Luncheons	390,620	-	390,620	202,994
Travel and Per Diem	249,967	-	249,967	183,670
Annual Meetings	183,586	-	183,586	178,654
Stationery, Printing and Postage	269,809	-	269,809	142,961
Louisiana Bar Journal, Bar Briefs and LSBA.org	201,000	-	201,000	118,585
Computer Assisted Legal Program	136,644	-	136,644	112,644
Supplies, Awards and Gifts	188,085	-	188,085	109,365
MCLE Expense	-	-	-	57,073
Miscellaneous	114,588	-	114,588	54,036
Contributions	31,300	-	31,300	15,150
Telephone	18,969	-	18,969	12,208
Bar Admission Ceremonies	5,303	-	5,303	3,285
Depreciation	-	-	-	477
Administering Exams	895	-	895	220
Total Officials, Sections, Committees, and Services	2,477,764	-	2,477,764	1,726,713

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE BAR ASSOCIATION
 Statements of Activities (Continued)
 For the Year Ended June 30, 2007
 (With Comparative Totals for the Year Ended June 30, 2006)

	Unrestricted	Temporarily Restricted	2007 Totals	2006 Totals
Expenses				
General Expense				
Staff Compensation	1,014,553	-	1,014,553	932,195
Professional Services	50,949	-	50,949	39,466
Retirement	54,577	-	54,577	50,625
Insurance	89,821	-	89,821	78,701
Equipment and Computer Rental and Maintenance	92,683	-	92,683	97,397
Office Supplies	21,905	-	21,905	17,786
Payroll Taxes	52,006	-	52,006	53,450
Stationery, Printing and Postage	42,622	-	42,622	51,569
Property Management	248,502	-	248,502	178,844
Telephone	45,135	-	45,135	43,097
Travel and Per Diem and Meetings	13,674	-	13,674	15,652
Staff Parking	20,068	-	20,068	14,506
Depreciation	107,226	-	107,226	110,760
In-kind Rent Contribution	19,775	-	19,775	21,300
Business Income and Proxy Taxes	22,311	-	22,311	17,913
Royalties	900	-	900	-
Hurricane Katrina Expense	-	-	-	40,024
Lobbying	39,000	-	39,000	33,000
Miscellaneous	8,164	-	8,164	14,709
Total General Expense	1,943,871	-	1,943,871	1,810,994
Total Expenses	4,421,635	-	4,421,635	3,537,707
Change in Net Assets	63,715	42,039	105,754	63,180
Net Assets				
Beginning of Year	4,728,473	1,236,067	5,964,540	5,901,360
Program Distributions	-	-	-	-
End of Year	<u>\$ 4,792,188</u>	<u>\$ 1,278,106</u>	<u>\$ 6,070,294</u>	<u>\$ 5,964,540</u>

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE BAR ASSOCIATION
Statements of Cash Flows
For the Year Ended June 30, 2007
(With Comparative Totals For the Year Ended June 30, 2006)

	Unrestricted	Temporarily Restricted	2007 Totals	2006 Totals
Cash Flows from Operating Activities				
Change in Net Assets	\$ 63,715	\$ 42,039	\$ 105,754	\$ 63,180
Adjustments to Reconcile Change in Net Assets to Net Cash (Used In) Provided by Operating Activities				
Depreciation	107,226	-	107,226	111,237
(Gain) Loss on Investments	(251,005)	-	(251,005)	38,968
Loss on Disposal of Property and Equipment	-	-	-	1,751
Decrease (Increase) in Receivables	5,448	-	5,448	(61,521)
Decrease in Accrued Interest	5,674	-	5,674	5,212
(Increase) Decrease in Prepaid Expenses	(9,211)	-	(9,211)	8,776
(Decrease) in Unearned Revenue	(434,416)	-	(434,416)	(375,932)
Decrease in Deferred Rent	(13,550)	-	(13,550)	(12,025)
Decrease in Accounts Payable and Accrued Expenses	(43)	-	(43)	(263)
Net Cash (Used In) Provided by Operating Activities	(526,162)	42,039	(484,123)	(220,617)
Cash Flows from Investing Activities				
Purchase of Investments	(943,672)	(4,993)	(948,665)	(1,054,195)
Proceeds from Sale of Investments	1,103,837	-	1,103,837	1,039,005
Purchases of Property and Equipment	(12,638)	-	(12,638)	(40,996)
Net Cash Provided by (Used in) Investing Activities	147,527	(4,993)	142,534	(56,186)
Cash Flows from Financing Activities				
Program Distributions	-	-	-	-
Net Decrease in Cash and Cash Equivalents	(378,635)	37,046	(341,589)	(276,803)
Cash and Cash Equivalents Beginning of Year	675,378	889,647	1,565,025	1,841,828
End of Year	\$ 296,743	\$ 926,693	\$ 1,223,436	\$ 1,565,025
Supplemental Disclosure of Non-Cash Investing Activities				
Rental Income	\$ 33,325	-	\$ 33,325	\$ (21,300)
In-kind Contribution	(19,775)	-	(19,775)	-
Reduction in Deferred Rent Liability	\$ 13,550	\$ -	\$ 13,550	\$ (12,025)

LOUISIANA STATE BAR ASSOCIATION

Notes to Financial Statements

Note 1. Nature of Activities

The objectives and purposes of Louisiana State Bar Association (the Association) are to regulate the practice of law, advance the science of jurisprudence, promote the administration of justice, uphold the honor of the Courts and the profession of law, encourage cordial intercourse among its members, and generally, to promote the welfare of the profession in the State of Louisiana. The Association is self-governing and its membership is comprised of all persons who are now, or may hereafter be, licensed to practice in the State of Louisiana.

Note 2. Summary of Significant Accounting Policies

Organization and Income Taxes

The Association is a non-profit corporation organized under the laws of the State of Louisiana (R.S.37:211). The Association is exempt from Federal income tax under Section 501(c)(6) of the Internal Revenue Code, and qualifies as an organization that is not a private foundation as defined in Section 509(a) of the Code. Net operating profits from unrelated business income are subject to Federal income tax.

Basis of Accounting

The financial statements of the Association are prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Investments

Investments are carried at fair market value, based on quoted market prices.

Property and Equipment

The Association records all property and equipment acquisitions at cost. Depreciation is determined using the straight-line method and is intended to allocate the cost of the assets over their estimated useful lives.

Unearned Revenue

Unearned revenue consists of dues received in advance for the following year together with registration fees received as of year-end for seminars to be held in the following year.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Association considers all highly liquid investments in money market funds to be cash equivalents.

LOUISIANA STATE BAR ASSOCIATION

Notes to Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Donated Services

A portion of the Association's functions, including educational activities and publications, is conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the criteria for recognition under accounting principles generally accepted in the United States of America.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-For-Profit Organizations*. Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

The Association maintains its accounting records using separate funds to account for specific assets, liabilities, and transactions as follows:

The financial information shown for fiscal year 2006 in the accompanying financial statements is included to provide a basis for comparison with fiscal year 2007 and presents summarized totals only.

Unrestricted Net Assets

Receives membership dues and other revenues and expends funds for the general operation of the Association. This fund accounts for all activities other than those specifically authorized to be conducted from the various temporarily restricted funds.

Temporarily Restricted Net Assets

Receives membership dues, conference fees and other revenues which are to be expended and accounted for by the following specific accounts: Access to Justice Program Project Grants; Access to Justice; Legal Malpractice Insurance Trust; Legal Specialization; Young Lawyers Section - Grant Fund; Young Lawyers Section - Bridging the Gap; and each of the other Section accounts created by the House of Delegates.

Permanently Restricted Net Assets

The Association does not have any permanently restricted net assets.

Note 3. Concentration of Credit Risk

The Association maintains its cash balances and certificates of deposits at several financial institutions located in New Orleans, Louisiana. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$100,000. As of June 30, 2007, the Association maintained cash balances in a financial institution in excess of the federally insured limits. As of June 30, 2007, uninsured balances totaled approximately \$1,500,000. The Association continually monitors its position with, and the credit quality of, the financial institutions it invests with.

LOUISIANA STATE BAR ASSOCIATION

Notes to Financial Statements

Note 4. Investments

Investments are summarized as follows at June 30, 2007 and 2006:

	2007		2006	
	Cost	Market	Cost	Market
Federal Mortgage Obligations	\$ 549,284	\$ 551,320	\$ 649,284	\$ 644,113
Certificates of Deposit	180,000	180,000	280,003	280,003
Common Stock	1,628,538	1,935,339	1,189,768	1,263,275
Corporate Bonds	518,241	497,323	828,197	786,498
Municipal Bonds	104,928	99,956	205,054	199,209
Fixed Annuity	171,413	171,413	166,420	166,420
Totals	\$ 3,152,404	\$ 3,435,351	\$ 3,318,726	\$ 3,339,518

Presented below is a summary of realized and unrealized gains and losses on investments for the years ended June 30, 2007 and 2006.

June 30, 2007	Cost	Market Value	Excess of Market Over Cost
Balance at June 30, 2007	<u>\$ 3,152,404</u>	<u>\$ 3,435,351</u>	\$ 282,947
Balance at June 30, 2006	<u>\$ 3,318,726</u>	<u>\$ 3,339,518</u>	\$ 20,792
Unrealized Gain on Investments			262,155
Realized Loss for the Year			<u>(11,150)</u>
Net Gain for the Year Ended June 30, 2007			<u>\$ 251,005</u>
June 30, 2006	Cost	Market Value	Excess of Market Over Cost
Balance at June 30, 2006	<u>\$ 3,318,726</u>	<u>\$ 3,339,518</u>	\$ 20,792
Balance at June 30, 2005	<u>\$ 3,342,670</u>	<u>\$ 3,363,296</u>	\$ 20,626
Unrealized Gain on Investments			166
Realized Loss for the Year			<u>(39,134)</u>
Net Loss for the Year Ended June 30, 2006			<u>\$ (38,968)</u>

LOUISIANA STATE BAR ASSOCIATION

Notes to Financial Statements

Note 5. Louisiana Bar Center

On June 23, 2004, the Association purchased the Bar Center from the Louisiana Bar Foundation (the Foundation). As part of the sale transaction, the Association entered into a lease agreement with the Foundation that provides the Foundation's rent-free use of a portion of the third floor office space for a 10 year period ending June 22, 2014. As a result of this transaction, the Association recognized a deferred rent liability in the amount of \$193,564. This rent will be recognized using a discount rate of 12% over the life of the lease. During the year ended June 30, 2007, the Association realized rental income of \$33,325, offset by an in-kind contribution of \$19,775 to the Foundation and a reduction of the deferral of \$13,550. For the year ended June 30, 2006, the Association realized rental income of \$21,300 to the Foundation and a reduction of the deferred of \$12,025. The remaining liability at June 30, 2007, is \$157,317.

Office space not used by the Association was leased to the Judiciary Commission of Louisiana at \$3,507 per month through June 30, 2006. Rental income from the Judiciary Commission totaled \$42,084 and \$33,446 for the years ended June 30, 2007 and 2006, respectively.

Note 6. Retirement Plan

The Association has a defined contribution plan covering substantially all employees who meet certain eligibility requirements. The plan is a profit-sharing plan with a cash or deferred arrangement. The contributions during the years ended June 30, 2007 and 2006, totaled \$54,577 and \$50,625, respectively.



Independent Auditor's Report on Supplementary Information

To the Board of Governors
Louisiana State Bar Association

Our report on the audit of the financial statements of Louisiana State Bar Association for the year ended June 30, 2007, appears on pages 1 and 2. This audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information contained in Schedules I and II is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audits, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A Professional Accounting Corporation

December 10, 2007

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Louisiana State Bar Association
Supplementary Schedule of Temporarily Restricted Net Assets
June 30, 2007
(With Comparative Totals for June 30, 2006)

Schedule I

	2007	2006
Access to Justice Program Project Grants	\$ 18,339	\$ 21,633
Legal Malpractice Insurance Trust	283,720	268,360
Legal Specialization Fund	250,088	261,950
Young Lawyers Section - Grant Fund	200	200
Young Lawyers Section - Bridging the Gap	17,188	17,262
Sections:		
Administrative Law	4,170	3,278
Alternative Dispute Resolution	39,480	55,960
Antitrust and Trade Regulation Law	8,221	8,486
Appellate	1,037	340
Art, Entertainment & Sports Law Section	1,390	1,593
Bench and Bar	6,633	6,352
Bill of Rights	2,088	1,991
Civil Law and Litigation	63,054	57,784
Consumer Protection and Bankruptcy Law	24,815	28,061
Corporate and Business Law	95,094	88,034
Criminal Law	18,160	17,282
Environmental Law	23,959	19,667
Family Law	45,051	39,464
Fidelity, Surety, and Construction Law	23,727	22,051
Francophone	14,458	2,292
Government and Public Law	53,372	42,737
Health Law	21,378	18,586
Insurance, Negligence, Compensation and Admiralty Law	23,960	24,746
Intellectual Property	22,567	21,919
International Law	6,062	5,138
Labor and Employment Law	15,224	14,608
Mineral Law	46,454	44,390
Minority Involvement	4,948	3,937
Public Utility	18,471	16,946
Solo and Small Firm	10,487	14,381
Taxation	35,337	32,625
Trusts, Estate, Probate and Immovable Property Law	78,974	74,014
	<u>\$ 1,278,106</u>	<u>\$ 1,236,067</u>

See independent auditor's report on supplementary information.

Schedule II

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Program Project Grants		Access to Justice	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ -	\$ -	\$ -	\$ -
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	2,706	-	-	-
Interest	-	-	-	-
Contributions	-	-	99,090	72,510
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	2,706	-	99,090	72,510
Expenses				
Travel and Per Diem	-	-	4,900	11,977
Printing and Postage	-	-	1,577	356
Supplies, Awards and Gifts	-	-	3,247	1,906
Seminars, Conferences and Luncheons	6,000	-	17,331	6,959
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	227,775	158,157
Claims Paid	-	-	-	-
Telephone	-	-	1,908	485
Depreciation	-	-	-	-
Miscellaneous	-	-	1,924	723
Total Expenses	6,000	-	258,662	180,563
Change in Net Assets	(3,294)	-	(159,572)	(108,053)
Net Assets, Beginning of Year	21,633	21,633	-	-
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	159,572	108,053
Net Assets, End of Year	\$ 18,339	\$ 21,633	\$ -	\$ -

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Legal Malpractice Insurance Trust		Legal Specialization Fund	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ -	\$ -	\$ 74,725	\$ 75,400
Penalties	-	-	1,350	772
Seminars, Conferences and Luncheons	-	-	-	-
Interest	15,360	7,029	8,074	7,530
Contributions	-	-	-	-
Examination Fees	-	-	8,350	5,500
Miscellaneous	-	-	11,400	2,418
Total Revenue	15,360	7,029	103,899	91,620
Expenses				
Travel and Per Diem	-	-	6,754	1,219
Printing and Postage	-	-	1,997	2,332
Supplies, Awards and Gifts	-	-	2,400	4,951
Seminars, Conferences and Luncheons	-	-	-	1,623
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	895	220
Staff Administration	-	-	74,739	69,426
Claims Paid	-	-	-	-
Telephone	-	-	741	892
Depreciation	-	-	-	477
Miscellaneous	-	-	28,235	3,945
Total Expenses	-	-	115,761	85,085
Change in Net Assets	15,360	7,029	(11,862)	6,535
Net Assets, Beginning of Year	268,360	261,331	261,950	255,415
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 283,720	\$ 268,360	\$ 250,088	\$ 261,950

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Young Lawyers Section - Grant Fund		Young Lawyers Section - Bridging the Gap	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ -	\$ -	\$ -	\$ -
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	-	-	-	-
Contributions	6,529	5,765	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	6,529	5,765	-	-
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	6,529	5,765	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	-	-	74	74
Total Expenses	6,529	5,765	74	74
Change in Net Assets	-	-	(74)	(74)
Net Assets, Beginning of Year	200	200	17,262	17,336
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 200	\$ 200	\$ 17,188	\$ 17,262

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Administrative Law		Alternative Dispute Resolution	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 1,335	\$ 1,035	\$ 4,750	\$ 3,575
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	4,602	3,200
Interest	-	-	2,056	1,323
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	1,335	1,035	11,408	8,098
Expenses				
Travel and Per Diem	-	-	1,437	3,075
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	43	-	14,585	3,834
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	97
Depreciation	-	-	-	-
Miscellaneous	400	370	11,866	760
Total Expenses	443	370	27,888	7,767
Change in Net Assets	892	665	(16,480)	332
Net Assets, Beginning of Year	3,278	2,613	55,960	55,628
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 4,170	\$ 3,278	\$ 39,480	\$ 55,960

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Antitrust and Trade Regulation Law		Appellate Section	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 950	\$ 873	\$ 1,845	\$ 1,200
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	178	89	-	-
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	1,128	962	1,845	1,200
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	43	-	43	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	1,350	365	1,105	860
Total Expenses	1,393	365	1,148	860
Change in Net Assets	(265)	597	697	340
Net Assets, Beginning of Year	8,486	7,889	340	-
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 8,221	\$ 8,486	\$ 1,037	\$ 340

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Art, Entertainment & Sports Law Section		Bench and Bar	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 1,815	\$ 1,485	\$ 1,913	\$ 1,525
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	300	-	-	-
Interest	-	-	8	5
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	100	-	-
Total Revenue	2,115	1,585	1,921	1,530
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	161	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	1,486	-	43	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	671	285	1,597	345
Total Expenses	2,318	285	1,640	345
Change in Net Assets	(203)	1,300	281	1,185
Net Assets, Beginning of Year	1,593	293	6,352	5,167
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 1,380	\$ 1,593	\$ 6,633	\$ 6,352

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Bill of Rights		Civil Law and Litigation	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 350	\$ 230	\$ 9,800	\$ 8,463
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	-	-	2,324	1,493
Contributions	90	90	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	440	320	12,124	9,955
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	138	-	112	181
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	205	115	6,742	3,580
Total Expenses	343	115	6,854	3,761
Change in Net Assets	97	205	5,270	6,194
Net Assets, Beginning of Year	1,991	1,786	57,784	51,590
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 2,088	\$ 1,991	\$ 63,054	\$ 57,784

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Consumer Protection and Bankruptcy Law		Corporate and Business Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 2,891	\$ 2,480	\$ 7,020	\$ 5,510
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	765	685	3,538	2,275
Contributions	590	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	5,800	-	-	-
Total Revenue	10,046	3,165	10,558	7,785
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	255	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	4,726	480	43	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	173	-	-	-
Depreciation	-	-	-	-
Miscellaneous	8,138	950	3,455	3,700
Total Expenses	13,292	1,430	3,498	3,700
Change in Net Assets	(3,246)	1,734	7,060	4,085
Net Assets, Beginning of Year	28,061	26,327	88,034	83,949
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 24,815	\$ 28,061	\$ 95,094	\$ 88,034

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Criminal Law		Environmental Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 2,170	\$ 1,770	\$ 6,300	\$ 4,880
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	6,680	670
Interest	466	233	616	350
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	2,636	2,003	13,596	5,900
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	43	-	7,588	3,161
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	26	52
Depreciation	-	-	-	-
Miscellaneous	1,715	930	1,690	1,350
Total Expenses	1,758	930	9,304	4,563
Change in Net Assets	878	1,073	4,292	1,337
Net Assets, Beginning of Year	17,282	16,209	19,667	18,330
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 18,160	\$ 17,282	\$ 23,959	\$ 19,667

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Family Law		Fidelity, Surety, and Construction Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 8,675	\$ 7,025	\$ 2,923	\$ 2,463
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	938	604	556	278
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	9,613	7,629	3,479	2,740
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	1,993	-	43	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	463	-	-	-
Depreciation	-	-	-	-
Miscellaneous	1,570	1,485	1,760	735
Total Expenses	4,026	1,485	1,803	735
Change in Net Assets	5,587	6,144	1,676	2,005
Net Assets, Beginning of Year	39,464	33,320	22,051	20,046
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 45,051	\$ 39,464	\$ 23,727	\$ 22,051

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Francophone		Government and Public Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 2,860	\$ 2,570	\$ 5,055	\$ 2,550
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	500	14,760	-
Interest	-	-	1,301	835
Contributions	2,020	1,668	-	-
Examination Fees	-	-	-	-
Miscellaneous	22,153	12,108	-	-
Total Revenue	27,033	16,846	21,116	3,385
Expenses				
Travel and Per Diem	5,712	5,603	-	-
Printing and Postage	1,082	-	5,492	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	314	219	1,244	36
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	173	-	-	-
Depreciation	-	-	-	-
Miscellaneous	7,586	8,974	3,745	905
Total Expenses	14,867	14,796	10,481	941
Change in Net Assets	12,166	2,049	10,635	2,444
Net Assets, Beginning of Year	2,292	243	42,737	40,293
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 14,458	\$ 2,292	\$ 53,372	\$ 42,737

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Health Law		Insurance, Negligence, Compensation and Admiralty Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 3,795	\$ 3,390	\$ 20,903	\$ 18,212
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	186	124	545	349
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	3,981	3,514	21,448	18,561
Expenses				
Travel and Per Diem	-	-	8,436	9,499
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	44	-	6,405	2,344
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	1,145	1,150	7,393	4,474
Total Expenses	1,189	1,150	22,234	16,317
Change in Net Assets	2,792	2,364	(786)	2,244
Net Assets, Beginning of Year	18,586	16,222	24,746	22,502
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 21,378	\$ 18,586	\$ 23,960	\$ 24,746

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Intellectual Property		International Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 3,125	\$ 2,450	\$ 1,225	\$ 980
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	7,275	3,800	-	-
Interest	514	257	27	17
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	10,914	6,507	1,252	997
Expenses				
Travel and Per Diem	1,051	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	6,046	3,006	43	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	3,169	525	285	305
Total Expenses	10,266	3,531	328	305
Change in Net Assets	648	2,976	924	692
Net Assets, Beginning of Year	21,919	18,943	5,138	4,446
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 22,567	\$ 21,919	\$ 6,062	\$ 5,138

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Labor and Employment Law		Mineral Law	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 6,248	\$ 5,400	\$ 2,630	\$ 2,070
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	205	115	1,688	1,089
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	6,453	5,515	4,318	3,159
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	-	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	3,024	2,304	44	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous	2,813	1,771	2,210	2,984
Total Expenses	5,837	4,075	2,254	2,984
Change in Net Assets	616	1,440	2,064	175
Net Assets, Beginning of Year	14,608	13,168	44,390	44,215
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 15,224	\$ 14,608	\$ 46,454	\$ 44,390

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Minority Involvement		Public Utility	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 1,320	\$ 1,200	\$ 1,625	\$ 1,625
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	-	-	-	-
Interest	-	-	254	166
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	4,858	-	-
Total Revenue	1,320	5,858	1,879	1,791
Expenses				
Travel and Per Diem	-	-	-	-
Printing and Postage	-	157	-	-
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	44	-	44	-
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	39	-	-
Depreciation	-	-	-	-
Miscellaneous	265	5,082	310	334
Total Expenses	309	5,278	354	334
Change in Net Assets	1,011	580	1,525	1,457
Net Assets, Beginning of Year	3,937	3,357	16,946	15,489
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 4,948	\$ 3,937	\$ 18,471	\$ 16,946

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Solo and Small Firm		Taxation	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ -	\$ 120	\$ 9,940	\$ 8,735
Penalties	-	-	-	-
Seminars, Conferences and Luncheons	6,580	-	5,015	6,370
Interest	271	154	951	784
Contributions	-	-	-	-
Examination Fees	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenue	6,851	274	15,906	15,889
Expenses				
Travel and Per Diem	258	2,123	975	1,764
Printing and Postage	1,041	-	203	351
Supplies, Awards and Gifts	-	-	-	-
Seminars, Conferences and Luncheons	6,722	-	7,651	14,303
Scholarships	-	-	-	-
Professional Services	-	-	-	-
Administering Exams	-	-	-	-
Staff Administration	-	-	-	-
Claims Paid	-	-	-	-
Telephone	-	211	-	142
Depreciation	-	-	-	-
Miscellaneous	2,724	50	4,365	3,980
Total Expenses	10,745	2,383	13,194	20,540
Change in Net Assets	(3,894)	(2,109)	2,712	(4,651)
Net Assets, Beginning of Year	14,381	16,490	32,625	37,276
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	-	-
Net Assets, End of Year	\$ 10,487	\$ 14,381	\$ 35,337	\$ 32,625

See independent auditor's report on supplementary information.

Schedule II Continued

LOUISIANA STATE BAR ASSOCIATION

Supplementary Schedule of Revenue and Expenses and Changes in Net Assets
and Changes in Net Assets Temporarily Restricted

June 30, 2007

(With Comparative Totals for June 30, 2006)

	Trusts, Estate, Probate and Immovable Property Law		Totals	
	2007	2006	2007	2006
Revenue				
Membership Dues	\$ 8,500	\$ 6,893	\$ 194,688	\$ 174,107
Penalties	-	-	1,350	772
Seminars, Conferences and Luncheons	-	425	-	-
Interest	2,583	1,659	47,918	14,965
Contributions	-	-	43,404	27,444
Examination Fees	-	-	108,319	80,033
Miscellaneous	-	-	8,350	5,500
	-	-	39,353	19,284
Total Revenue	11,083	8,976	443,382	322,105
Expenses				
Travel and Per Diem	-	223	29,524	35,484
Printing and Postage	-	-	11,808	3,196
Supplies, Awards and Gifts	-	-	12,176	12,622
Seminars, Conferences and Luncheons	43	685	-	-
Scholarships	-	-	85,928	39,136
Professional Services	-	-	-	-
Administering Exams	-	-	895	220
Staff Administration	-	-	302,514	227,583
Claims Paid	-	-	-	-
Telephone	-	-	3,484	1,918
Depreciation	-	-	-	477
Miscellaneous	6,080	2,930	-	-
	-	-	114,587	54,037
Total Expenses	6,123	3,838	560,915	374,673
Change in Net Assets	4,960	5,138	117,533	(52,568)
Net Assets, Beginning of Year	74,014	68,876	1,236,067	1,180,582
Program Distributions	-	-	-	-
Reclassifications (to) from Unrestricted Net Assets	-	-	159,572	108,053
Net Assets, End of Year	\$ 78,974	\$ 74,014	\$ 1,278,106	\$ 1,236,067

See independent auditor's report on supplementary information.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Governors
Louisiana State Bar Association
New Orleans, Louisiana

We have audited the financial statements of Louisiana State Bar Association (Association) as of and for the year ended June 30, 2007, and have issued our report thereon dated December 10, 2007. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered the Association's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Association's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Association's financial statements that is more than inconsequential will not be prevented or detected by the Association's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Association's internal control.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of the Board of Governors, management, and the Legislative Auditor for the State of Louisiana, and is not intended to be, and should not be, used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

December 10, 2007

LOUISIANA STATE BAR ASSOCIATION
Schedule of Findings
For the Year Ended June 30, 2007

Section I - Summary of Auditor's Results

A) Financial Statements

Type of auditor's report issued; unqualified

Internal control over financial reporting:

• Control deficiencies identified? ☐ Yes ☒ No

Non-compliance material to financial statements noted? ☐ Yes ☒ No

B) Federal Awards

Louisiana State Bar Association did not receive any Federal awards during the year ended June 30, 2007.

Section II - Financial Statement Findings

No financial statement findings were noted during the audit of the financial statements for the year ended June 30, 2007.

Section III -Federal Award Findings and Questioned Cost

Not applicable.

REPORTS BY MANAGEMENT

LOUISIANA STATE BAR ASSOCIATION
Schedule of Prior Year Findings
For the Year Ended June 30, 2006

Finding 2006-1: Compliance with Laws and Regulations

Condition: The Association was unable to file its annual audit in accordance with LSA-RS 24:514, 33:463, and/or 39:92. The primary cause of the untimely filing was the fact that the independent auditor was unable to electronically submit the report prior to December 31, 2006, as understood by the Association.

Current Status: The audit reports are being filed as requested by the Legislative Auditor's office.

Management's Response: It is understood that it is the joint responsibility of the auditor and auditee to ensure the timely release of the report. The auditor and management have agreed that the e-mail notification received by the auditor from the Legislative Auditor upon successful transmission of the audit report will be forwarded to the auditee to ensure timely filing.

**LOUISIANA STATE BAR ASSOCIATION
Management's Corrective Action Plan
For the Year Ended June 30, 2007**

Section 1 - Internal Control and Compliance Material to the Financial Statements

Internal Control

No significant deficiencies were noted during the audit of the financial statements for the year ended June 30, 2007.

Compliance

No instances on non-compliance were noted during the audit of the financial statements for the year ended June 30, 2007.

Section II - Internal Control and Compliance Material to Federal Awards

Louisiana State Bar Association did not receive any Federal awards during the year ended June 30, 2007.

Section II - Management Letter

A management letter was not issued in connection with the audit for the year ended June 30, 2007.